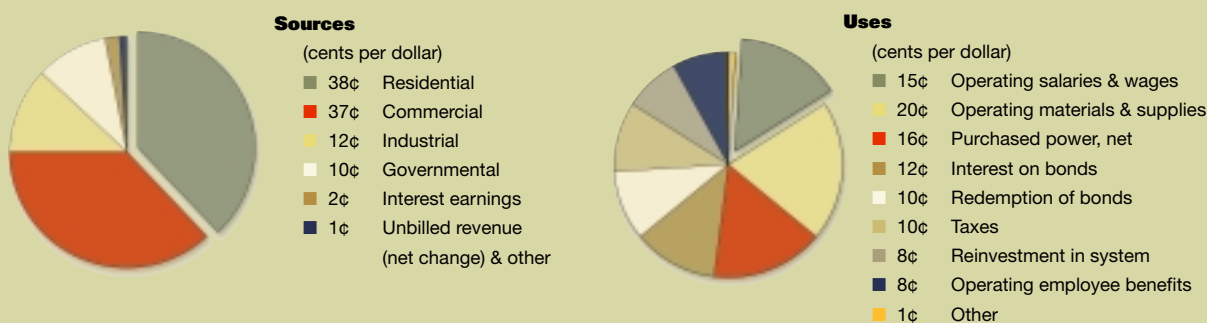


1999 Highlights

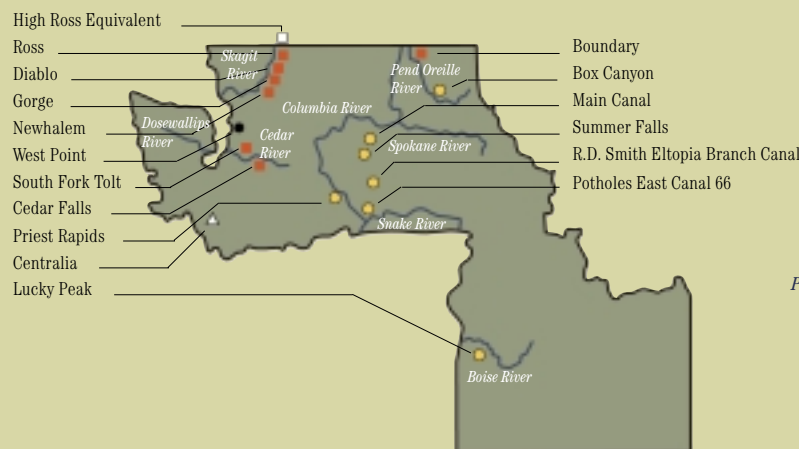
In Millions			
<i>Financial</i>	<i>1999</i>	<i>1998</i>	<i>% Change</i>
Total operating revenues	\$ 372.7	\$ 363.9	2.4
Total operating expenses	317.3	347.3	(8.6)
Net operating income	\$ 55.4	\$ 16.6	100+
Investment income	4.1	7.2	(43.1)
Interest expense, net	(47.9)	(45.2)	6.0
Other expense, net	(3.9)	(1.2)	100+
Net income (loss)	\$ 7.7	\$ (22.6)	—
Debt service coverage, prior lien bonds	1.90	1.50	—
<i>Energy</i>	<i>1999</i>	<i>1998</i>	<i>% Change</i>
Total generation	8,454,114,000 kWh	6,872,537,000 kWh	23.0
Firm energy load	10,097,176,585 kWh	9,935,142,807 kWh	1.6
Peak load (highest single hourly use)	1,729,933 kW (February 8, 1999)	1,928,854 kW (December 22, 1998)	(10.3)
Average number of residential customers	312,849	308,564	1.4
Annual average residential energy consumption	10,593 kWh	10,221 kWh	3.6

1999 Revenue Dollar



Energy Resources

- Owned Hydro Plants
- Centralia Steam Plant (8% Ownership)
- Long-term co-generation Contract
- Long-term Hydro Contract
- Treaty Rights from British Columbia



Service Area

- Principal Substations
- Future Substations
- Long-term Co-generation Contract
- Seattle City Limits

